

COMMITTEE ON LEGISLATIVE RESEARCH  
OVERSIGHT DIVISION

**FISCAL NOTE**

L.R. NO.: 2501-01  
BILL NO.: HB 1202  
SUBJECT: General Assembly to Determine Income Limits for Public Assistance  
TYPE: Original  
DATE: January 24, 2000

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**FISCAL SUMMARY**

<b>ESTIMATED NET EFFECT ON STATE FUNDS</b>			
FUND AFFECTED	FY 2001	FY 2002	FY 2003
General Revenue	\$0 to (Unknown)	\$0 to (Unknown)	\$0 to (Unknown)
<b>Total Estimated Net Effect on <u>All</u> State Funds*</b>	<b>\$0 to (Unknown)</b>	<b>\$0 to (Unknown)</b>	<b>\$0 to (Unknown)</b>

**\* Subject to Appropriation.**

<b>ESTIMATED NET EFFECT ON FEDERAL FUNDS</b>			
FUND AFFECTED	FY 2001	FY 2002	FY 2003
Medicaid	\$0 to (Unknown)	\$0 to (Unknown)	\$0 to (Unknown)
<b>Total Estimated Net Effect on <u>All</u> Federal Funds*</b>	<b>\$0 to (Unknown)</b>	<b>\$0 to (Unknown)</b>	<b>\$0 to (Unknown)</b>

**\* Subject to Appropriation.**

<b>ESTIMATED NET EFFECT ON LOCAL FUNDS</b>			
FUND AFFECTED	FY 2001	FY 2002	FY 2003
<b>Local Government</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

Numbers within parentheses: ( ) indicate costs or losses.

This fiscal note contains 3 pages.

## FISCAL ANALYSIS

### ASSUMPTION

Officials from the **Department of Social Services - Division of Family Services - Income Maintenance Unit** assumes a \$0 to unknown fiscal impact. The cost will depend upon the income limit set. If income limit is not in agreement with Federal legislation, costs may be incurred through General Revenue Fund. The unknown costs are chargeable to the General Revenue and Federal funds.

Officials from the **Department of Social Services - Division of Medical Services (DMS)** assume a \$0 to unknown fiscal impact. Federal funding for the Title XIX - Medicaid Program could be at risk if the federal government updates an income limit for public assistance and the General Assembly does not act or does not agree with the new income limit. General Revenue funds would have to replace federal funding. Missouri could be considered non-compliant with federal law and would be at risk of losing over \$2.3 billion in federal matching funds. The unknown costs are chargeable to the General Revenue and Federal funds.

**Oversight** cannot predict if the income limits set by the General Assembly will be compliant with federal income guidelines or if the federal government will sanction the state for such non-compliance. As a result, Oversight cannot reasonably estimate a dollar impact from the enactment of this proposal.

<u>FISCAL IMPACT - State Government</u>	FY 2001 (10 Mo.)	FY 2002	FY 2003
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### **GENERAL REVENUE FUND**

#### Costs - Department of Social Services

Funding to Replace Loss of Federal  
If State Income Guidelines Are Found to  
Be In Non-Compliance with Federal  
Income Guidelines

\$0 to <u>(Unknown)</u>	\$0 to <u>(Unknown)</u>	\$0 to <u>(Unknown)</u>
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**ESTIMATED EFFECT ON  
GENERAL REVENUE FUND\***

\$0 to <u>(Unknown)</u>	\$0 to <u>(Unknown)</u>	\$0 to <u>(Unknown)</u>
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**\* Subject to Appropriation.**

<u>FISCAL IMPACT - State Government</u>	FY 2001 (10 Mo.)	FY 2002	FY 2003
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**FEDERAL FUNDS**

Loss

Federal Matching Funds for Medicaid  
Program If State Found to be in  
Non-Compliance with Federal Income  
Guidelines

\$0 to <u>(Unknown)</u>	\$0 to <u>(Unknown)</u>	\$0 to <u>(Unknown)</u>
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**ESTIMATED EFFECT ON  
FEDERAL FUNDS\***

<b>\$0 to <u>(Unknown)</u></b>	<b>\$0 to <u>(Unknown)</u></b>	<b>\$0 to <u>(Unknown)</u></b>
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**\* Subject to Appropriation.**

<u>FISCAL IMPACT - Local Government</u>	FY 2001 (10 Mo.)	FY 2002	FY 2003
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<b>\$0</b>	<b>\$0</b>	<b>\$0</b>
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FISCAL IMPACT - Small Business

No direct fiscal impact to small businesses would be expected as a result of this proposal.

DESCRIPTION

This proposal requires that, subject to appropriation, the General Assembly is to solely determine the income limits for public assistance.

This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Department of Social Services



Jeanne Jarrett, CPA  
Director  
January 24, 2000